STATE OF CALIFORNIA AGRICULTURAL LABOR RELATIONS BOARD

BOARD MEETING MINUTES

Board Conference Room 915 Capitol Mall, 3rd Floor Sacramento, CA 95814

October 4, 2006

Time: 10:00 AM

Members Present: Chairwoman Raymundo, Members Shiroma and

Rivera-Hernandez

Members Absent: None.

Staff Present: Executive Secretary Barbosa. Board Counsels

Wender, Murray and Heyck. General Counsel Lee.

Staff Absent: Analyst Massie

OPEN SESSION

- 1. Approval of Minutes: The Board minutes for September 27, 2006 were approved 3-0.
- 2. Public Comments: None
- **3. Chair Budget Report:** Chairwoman Raymundo gave an update on salary adjustments for Fiscal Year 2006/07.
- **4. General Counsel Report**: General Counsel Lee reported that the Visalia Regional Office has temporarily relocated to 711 North Court Street, suite R. The office is in the same building, but in a different suite. The Visalia Regional office will move to its permanent new location some time next year. Mr. Lee reported that a number of ULP charges had been filed with the Visalia Regional office following the election that was held on Friday, September 29, 2006 at Vincent B. Zaninovich & Sons. Mr. Lee reported that the repairs to the Salinas Regional office are now complete.

5. Executive Officer Report:

ELECTION REPORT

NOTICE OF INTENT TO TAKE ACCESS (NA) AND NOTICE OF INTENT TO ORGANIZE (NO):

Giumarra Farms, Inc., 06-NA-48-VI

The UFW filed an NA with the Visalia Regional office on September 13, 2006. The petition was accepted for filing initially but following reconsideration was dismissed on September 19, 2006. On September 19, 2006, the UFW filed a request for review of that dismissal. On September 22, 2006 the Board issued its decision in 32 ALRB No. 4 overturning the Visalia Regional Director's decision to dismiss the notice of intent to take access and reinstating the NA. Since this decision, the UFW has now filed an NO with the office and has been taking worksite access in accordance with the previously filed NA.

PENDING ELECTION MATTERS:

Vincent B. Zaninovich & Sons, 06-RC-2-VI

The UFW filed a representation petition on September 19, 2006 in the Visalia ALRB Regional Office seeking to organize the agricultural employees of Vincent B. Zaninovich & Sons (06-RC-2-VI). On September 22, 2006 the UFW withdrew that petition and, later that same day, filed a new petition seeking to, again, represent the employees at Vincent B. Zaninovich & Sons. The employer is a California corporation that grows table grapes in the State of California. The employer has approximately 1430 employees. An election was held last Friday on September 29, 2006 from 6:30 AM to 6 PM. Balloting was held at 13 polling sites in six areas including Richgrove, Earlimart, Fresno, Delano, Tulare and Porterville. Approximately 90% of the voters listed in the eligibility list voted in the election. The final tally revealed the following results:

No Union	773 (60%)
UFW	425 (33%)
Unresolved Challenged Ballots	<u>91</u> (7%)
Total	1289 (100)

The number of unresolved challenged ballots (91) is insufficient to affect the outcome of the election and a majority of the valid ballots has been cast for the No Union choice. Election objections, if any, are due postmarked October 6, 2006. Should election objections be filed, the length of time to review them will depend on the number of objections filed, the complexity of the issues raised and whether any corresponding ULP charges have been filed.

The election was conducted by a staff of 76: 14 from the ALRB and 62 volunteers. Of the 62 volunteers, 54 were provided by the Labor Agency (EDD, CUIAB, Labor Commissioner, DIR, DOSH), 6 from the NLRB, 1 DFEH and one retired annuitant.

G H & G Zysling Dairy, 05-RC-4-VI

On April 20, 2005 petitioner UFCW Local 1096 filed a rival union petition with the Visalia Regional Office seeking to organize the agricultural employees of G H & G Zysling Dairy and oust the incumbent union Teamster Union, Local 517. The employer is a dairy located in Dinuba with approximately 12 employees. The election was held on April 27, 2005 with the following results:

UFCW, Local 1096 (Petitioner)	8
Teamsters, Local 517 (Incumbent)	1
No Union	4
Unresolved Challenged Ballots	<u>13</u>
Total	26

On May 9, 2005 the UFCW filed objections to the election. The objections petition is in abeyance pending completion of the challenged ballot proceeding. Since the unresolved challenged ballots are outcome determinative in number, the RD conducted a challenged ballot investigation and issued his report on July 18, 2005. The Regional Director, after reviewing all the declarations and the information provided by the parties, was unable to resolve the challenges and therefore set the matter for hearing on October 24, 2005. The hearing was held on October 24, 25 and 26. The IHE issued his decision on February 2, 2006. The petitioner, employer and Regional Director all filed exceptions to his decision on February 17, 2006. The employer filed his reply to the Regional Director's and petitioner's exceptions on March 1, 2006. The Board issued its decision on June 14, 2006 (32 ALRB No. 2). On July 6, 2006 the Regional Director issued a revised tally of ballots with the following results:

UFCW, Local 1096 (Petitioner)	8
Teamsters, Local 517 (Incumbent)	1
No Union	12
Unresolved Challenged Ballots	<u>1</u>
Total	22

On July 11, 2006, the Executive Secretary issued his order dismissing election

objections. In accordance with the Board's decision in Zysling Dairy, 32 ALRB No. 2, the order included setting for hearing the additional objection set forth in the Board's decision: whether payments to three employees amounted to coercive misconduct which interfered with the integrity of the election process. (Decision, p. 15) The hearing on objections is scheduled November 14, 2006.

Giumarra Vineyards Corporation and Giumarra Farms, Inc., 05-RC-7-VI

On August 25, 2005, petitioner United Farm Workers (UFW) filed a representation petition with the Visalia Regional Office seeking to organize the agricultural employees of Giumarra Vineyards Corporation and Giumarra Farms, Inc. The employer is involved in the production of grapes and potatoes and has approximately 3110 employees in Kern and Tulare counties. The election was held on September 1, 2005 with the following results:

UFW	1121
No Union	1246
Unresolved Challenged Ballots	<u>171</u>
Total	2538

Since the unresolved challenged ballots were outcome determinative in number, the RD conducted a challenged ballot investigation and issued his report on October 14, 2005. The Employer filed one exception to the report on October 26, 2005. On October 31, 2005, the Board issued its decision and order on challenged ballots. The Board adopted the RD's recommendations, i.e., to open and count 41 overruled challenged ballots and thereafter issue a revised tally of ballots. On November 14, 2005 the RD opened and counted the 41 overruled challenged ballots and issued the following revised and now final tally:

UFW	1141
No Union	1266
Unresolved Challenged Ballots	<u>123</u>
Total	2530

As the remaining unresolved challenged ballots were not outcome determinative, the Executive Secretary proceeded with consideration of the election objections filed by the UFW. On November 17, 2005 the Executive Secretary issued his order setting eight (8) objections for an evidentiary hearing and partially dismissing two (2) objections that were not supported by sufficient declaratory support. The UFW sought review of a single partially dismissed objection, which was denied by the Board. An investigative hearing

was held from February 28, 2006 to March 9, 2006 in Bakersfield before Investigative Hearing Examiner (IHE) James Wolpman. The parties' post-hearing briefs were received June 9, 2006. The IHE's decision issued August 7, 2006. On August 16, 2006 the Board issued an order remanding the case to the IHE for reconsideration of his calculation of the potential effect on the outcome of the election from the number of votes he found to have been tainted by election misconduct. On August 17, 2006 the IHE issued a modified decision setting aside the election. On September 26, 2006 the employer filed exceptions to the IHE's recommended decision. Reply briefs are due October 6, 2006.

Artesia Dairy, 06-RC-1-VI

On February 28, 2006, the United Farm Workers filed a representation petition with the Visalia Regional Office seeking an election amongst the agricultural employees of Artesia Dairy Farms LLC in Corcoran, CA. The employer is a dairy with approximately 45 employees. The election was held on March 7, 2006. The tally of ballots showed the following:

UFW	25
No Union	24
Unresolved Challenged Ballots	<u>15</u>
Total	64

As the number of challenged ballots was outcome determinative, the Regional Director conducted an investigation to determine whether the challenges should be sustained or overruled. Election objections, if any, were due on March 14. No objections were filed. The Regional Director issued his Challenged Ballot Report on June 12, 2006. On June 22, 2006 the employer filed its exceptions to the Regional Director's report. The Board's decision in Artesia Dairy issued August 2, 2006. The hearing on challenged ballots is scheduled for October 24, 2006 in Visalia, CA.

Valley View Farms, 06-RD-3-VI

On July 10, 2006, agricultural employee Sergio Ozuna Lopez filed a decertification petition with the Visalia Regional Office seeking to decertify the incumbent union, UFCW Local 1096, at Valley View Farms. The employer operates a dairy in Hanford, CA with approximately 41 employees. The election was held on July 17, 2006 and yielded the following results:

UFCW 17 No union 16 UCBs <u>5</u>
Total 38

The number of unresolved challenged ballots is sufficient to affect the outcome of the election. The Regional Director issued his challenged ballot report on September 5, 2006. Exceptions, if any, were due on September 15, 2006. No exceptions were filed. The Executive Secretary's issued his order making the Regional Director's Challenged Ballot Report final and directing that the ballots be processed as outlined in the report. The election case will be held in abeyance pending resolution of three pending unfair labor practice (ULP) charges relating to three of the individuals whose ballots were challenged. On July 24, 2006 the employer filed objections to the election which also will be held in abeyance pending resolution of the three ULP charges. The Executive Secretary has requested that the investigation of these charges be expedited which the General Counsel has agreed to do.

Bayou Vista Dairy, 06-RD-4-VI

On July 18, 2006, agricultural employee Alejandro Ayala filed a decertification petition with the Visalia Regional Office seeking to decertify the incumbent union, UFCW Local 1096, at Bayou Vista Dairy. The employer operates a dairy in Tipton, CA with approximately 80 employees. The election was held July 25, 2006. On August 2, 2006 the employer and then the union filed objections to the election which are pending before the Executive Secretary on review. On July 24, 2006, an unfair labor practice (ULP) charge alleging conduct that may impact the election was filed against the employer. Immediately following the election, the Regional Director of the Visalia Regional Office informed all parties that due to the filing of the ULP charge, he would impound the ballots cast in the election until he completes his expedited investigation of the ULP charge. On August 14, 2006 the Regional Director completed his investigation of the pending ULP and issued a complaint in this matter. On September 11, 2006 the Regional Director dismissed the decertification petition finding that employer threats made one day prior to the election created an atmosphere where it became impossible to conduct the election where employees could exercise their choice in a free and uncoerced manner. Any request for review was due September 21, 2006. No request for review was timely filed.

COMPLAINT REPORTS

PREHEARING OR SETTLEMENT CONFERENCES SCHEDULED None.

HEARINGS HELD:

None.

THREE CASES ON CALENDAR:

Artesia Dairy, 06-RC-1-VI Hearing October 24, 2006

G H & G Zysling Dairy, 05-RC-4-VI Hearing November 14, 2006

Hess Collection Winery, 01-CE-08-SAL

Pre-Hearing Conference November 2, 2006 Hearing January 16, 2007

ONE CASE PENDING ALJ/IHE DECISION:

UFW (Virgen/Mendoza), 04-CL-1-VI (OX)

Hearing closed June 16, 2006.

Post-hearing briefs due October 10, 2006.

ALJ/IHE DECISIONS ISSUED:

None.

CASE PENDING EXCEPTIONS OR REPLY:

Giumarra Vineyards Corporation and Giumarra Farms, Inc., 05-RC-7-VI Replies due October 6, 2006.

CASES PENDING BOARD DECISION:

Giumarra Vineyards Corporation and Giumarra Farms, Inc., 05-RC-7-VI Exceptions were filed September 26, 2006. Replies are due October 6, 2006.

Bayou Vista Dairy and Bayou Vista Farms West, 2006-MMC-01

Request for Mandatory Mediation and Conciliation

Valley View Farms and Valley View Farms Dairy, 2006-MMC-02

Request for Mandatory Mediation and Conciliation

CASES PENDING SETTLEMENT:

None.

CASES SETTLED OR RESOLVED:

None.

COMPLIANCE CASES CLOSED:

None.

CASES TRANSFERRED TO BOARD FOR DECISION:

Bayou Vista Dairy and Bayou Vista Farms West, 2006-MMC-01

Request for Mandatory Mediation and Conciliation

Valley View Farms and Valley View Farms Dairy, 2006-MMC-02

Request for Mandatory Mediation and Conciliation

Giumarra Vineyards Corporation and Giumarra Farms, Inc., 05-RC-7-VI

Request for Review of IHE recommended decision.

BOARD DECISIONS:

None.

REQUESTS UNDER MANDATORY MEDIATION AND CONCILIATION LAW:

Bayou Vista Dairy and Bayou Vista Farms West, 2006-MMC-01

On September 25, 2006, UFCW Local No. 1096 filed a request for Mandatory Mediation and Conciliation under labor code section 1164 et seq.

Valley View Farms and Valley View Farms Dairy, 2006-MMC-02

On September 25, 2006, UFCW Local No. 1096 filed a request for Mandatory Mediation and Conciliation under labor code section 1164 et seq.

Hess Collection Winery, Request for Mediation, 2003-MMC-01:

In *Hess Collection Winery* (2003) 29 ALRB No. 6, the Board issued its first decision under the new mandatory mediation and conciliation law, denying the Hess Collection Winery's (Employer) petition for review of the mediator's report imposing final terms of a collective bargaining agreement. The Employer requested that the Board vacate and set aside the mediator's report for a variety of reasons. The Board found no basis for accepting review of the mediator's report and denied the Employer's petition in full. On

November 14, 2003, the Employer filed a petition for a writ of review in the Court of Appeal, Third Appellate District pursuant to Labor Code section 1164 seeking review of the Board's Order and Decision in Hess Collection Winery. The certified record was filed with the court on November 24, 2003. On November 24, 2003, the court requested the parties provide supplemental briefing regarding the petitioner's stay request. The petitioner's supplemental letter brief addressing legal authority for, and the appropriateness of the stay was filed December 1, 2003. On December 11, 2003, the parties filed a stipulation to stay the Board's decision pending resolution of the appeal. Petitioner's opening brief was filed with the court on December 23, 2003. On February 4, 2004, the court granted the UFW's request to file an amicus brief, and accepted the brief filed with the request. On February 19, 2004, the court issued a writ of review, directing the ALRB and the real party in interest (UFCW) to file returns (responses) by March 10, with Hess' replication (reply) due 10 days thereafter (Originally, the court treated the case as if it was governed by Rule 59 of the CA Rules of Court, which governs the procedures for review of final Board orders in unfair labor practice cases. Section 1164.9 of the MMC statute speaks of court review of Board orders fixing a contract in more traditional writ of review terms).

On July 5, 2006, the 3rd District Court of Appeal rejected Hess Collection Winery's' constitutional challenge to the mandatory mediation statute, by a 2•1 decision (Nicholson dissenting). On July 14, 2006, Hess Collection Winery filed a petition for rehearing with the 3rd District Court of Appeal. On July 20, 2006 the court denied Hess' petition for rehearing. The petitioner filed a petition for review in the Supreme Court on August 10, 2006. The Supreme Court denied the petition for review on September 13, 2006. Pursuant to Rule 13, Hess has 90 days from September 13 to file with the U.S. Supreme Court (approximately December 13, 2006). On September 22, 2006, the UFCW requested that the ALRB General Counsel take immediate action to enforce compliance. The General Counsel has informed the Executive Secretary that it will be pursuing enforcement of this matter. Absent a court order the Board's order is not stayed pending filing with the U.S. Supreme Court.

COURT LITIGATION:

Western Growers Association, et al., 03AS00987

This lawsuit, which challenges the constitutionality of the mandatory mediation and conciliation law (SB 1156 and AB 2596, codified as Labor Code sections 1164 to 1164.14), was originally filed on February 24, 2002 in the Sacramento County Superior Court. Initially the court ruled that the matter was not ripe for adjudication. Following the

issuance of a decision fixing the terms of a collective bargaining agreement in the Hess Collection Winery matter (see below), the plaintiffs filed an amended complaint in the Sacramento County Superior Court. On December 22, 2003, a demurrer and request for a stay of the matter pending the resolution of a the related case (Hess) was filed on behalf of the Board. On February 18, 2004, the superior court issued a tentative ruling granting the request for a stay, which became final when no party requested to appear at the scheduled hearing. Any further action on this case will await resolution of the Hess Collection Winery v. ALRB case below.

The Hess Collection Winery, C045405

On November 14, 2003, the Employer filed a petition for a writ of review in the Court of Appeal, Third Appellate District pursuant to Labor Code section 1164 seeking review of the Board's Order and Decision in Hess Collection Winery. On December 11, 2003, the parties filed a stipulation staying the Board's order pending resolution of the appeal. Originally, the court treated the case as if it was governed by Rule 59 of the CA Rules of Court, which governs the procedures for review of final Board orders in unfair labor practice cases. Section 1164.9 of the MMC statute speaks of court review of Board orders fixing a contract in more traditional writ of review terms.

On May 25, the court issued an order asking for supplemental letter briefing related to whether the mandatory mediation process involves the delegation of legislative authority and whether such a delegation is valid. Oral argument took place on June 19, 2006. On July 5, 2006, the 3rd District Court of Appeal rejected Hess Collection Winery's' constitutional challenge to the mandatory mediation statute, by a 2•1 decision (Nicholson dissenting). On July 14, 2006, Hess Collection Winery filed a petition for rehearing with the 3rd District Court of Appeal. On July 20, 2006 the court denied Hess' petition for rehearing. The petitioner filed a petition for review in the Supreme Court on August 10, 2006 (case no. S145732). The Supreme Court denied the petition for review on September 13, 2006. Pursuant to Rule 13, Hess has 90 days from September 13 to file with the U.S. Supreme Court. On September 22, 2006, the Union requested that the ALRB General Counsel take immediate action to enforce compliance. Absent a court order the Board's order is not stayed pending filing with the U.S. Supreme Court.

Gerawan v. Bill Lockyer (Zingale), 05 CS 00493

On May 17, 2006 the 3rd District Court of Appeal issued an order directing the Appellant Gerawan to, on or before May 30, 2006, show cause in writing why the above-captioned appeal should not be dismissed as moot. The court later extended this date to June 16, 2006 following Gerawan's motion for extension of time that was granted on May 25,

2006. On June 16, 2006 Gerawan filed its reply brief with the court. Oral argument was held on September 25, 2006 before the 3rd District Court of Appeal. On September 29, 2006 the court issued an unpublished decision dismissing the petitioner's appeal as moot.

D'Arrigo Bros. of California, D048904

On June 29, 2006 the petitioner D'Arrigo Bros. of California filed a petition for writ of review with the Fourth Appellate District, Division One. On July 7, 2006 the court sent a letter to the parties directing that the record be prepared within ten (10) of the notice. On July 11, 2006, the ALRB filed a motion for extension of time to file the certified record to August 16, 2006, which was granted by the court on July 18, 2006. The record was filed with the court on August 16, 2006. The petitioner's opening brief is due December 14, 2006.

6. Special:

Case Statistics Tracking System – IT Consultant Steve Guida is meeting with staff this week on changes to the case tracking system database and the website search engine.

Proposed U.C. Davis Conference on California Labor Issues— A draft letter to U.C. Davis Professor Phil Martin (Dept. of Agricultural and Resource Economics) agreeing to participate in the proposed conference (to be held in Spring 2007) was reviewed and approved by the Board.

Regulations – The Board reviewed draft language for proposed amendments to Board regulation section 20363 regarding the submission of evidence in challenged ballot proceedings. The draft will now be sent to the Regional Directors for review. The Board also discussed scheduling a future discussion on other possible amendments to regulations covering election proceedings. This item will be added as a future agenda item.

7. Roundtable:

Executive Secretary Barbosa reported that the ALRB Bilingual Implementation Plan was submitted on September 29, 2006.

An all office meeting has been scheduled for October 11, 2006 at 1:30 in the Board Conference Room. The purpose of the meeting will be for staff to participate in a round table discussion, report on recent accomplishments, express new ideas, and raise any recent concerns. Personnel services will also provide some information on employee

benefits and will answer general questions.

The 25th Annual Agribusiness Conference will be held on November 2, 2006 in Fresno, CA. Former Board Member Bert Mason will be one of the speakers.

Gov. Arnold Schwarzenegger vetoed a bill (AB 2373) on September 29, 2006 that would have required farm labor contractors to include on pay stubs the names and addresses of the growers whose fields their farmhands work.

The public meeting adjourned at 11:35 a.m..

WHEREUPON THE BOARD ENTERED INTO CLOSED SESSION.